



Supporting PMR Countries In Identifying Policy Options for Achieving Mid and Long-term Mitigation Objectives

Ms. Xueman Wang
PMR Secretariat

Ninth Meeting of the Partnership Assembly
Cologne, Germany
May 25-27, 2014

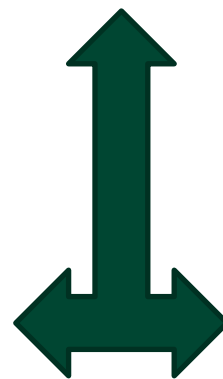
◆ PMR Note PA8 2014-2: Upstream policy analytical work to support PMR Implementing Countries

RATIONALE:

- Setting a mitigation trajectory and identifying a package of efficient and effective policy instruments go hand-in-hand;
- In preparing mid- and long-term scenarios, it is important to analyze potential roles of carbon pricing or market-based approaches;
- Providing technical input to the ongoing countries' preparation for “nationally determined contributions.”

PMR Participants were invited to provide comments on the proposed work stream

- *Comments received from Germany, Denmark, Spain and Switzerland*



Implementing Countries were invited to submit expression of interest (Eoi) in receiving policy analytical support

- *Eols received from 11 countries*

Brazil, Chile, China, Colombia,
Costa Rica, Jordan, Mexico, Peru,
Thailand, Tunisia and Vietnam

Coherent yet somewhat
diverse demand ...

...Scope of analytical support:

- 1) **Assessing policy options and identifying effective and cost-efficient instruments for post 2020 mitigation scenarios**
- 2) **Supporting development and design of a specific instrument in response to recent domestic policy developments** (*E.g. Carbon tax for Chile, Emissions trading for energy sector in Mexico*)
- 3) **Providing technical input to ongoing country preparation for “nationally determined contributions” (NDCs)**
 - *A number of countries welcome analytical and technical input to their NDC preparation*
 - *Urgency of the work in order to be relevant and timely for 2015 agreement*

Countries that are at the early stage of MRP Preparation: Analytical work to be folded into building block 2 of the MRP

Countries that are advanced in their MRP preparation and implementation: Analytical work to be carried out as additional work stream

- ◆ Approach for individual countries would differ based on the **scope of requested support** and **existing analytical and knowledge base**
- ◆ The PMR Secretariat/World Bank staff will consult with the relevant government to **determine actual scope of the work, resources needed and time frame for delivery:**
 - *Taking into account the existing studies to avoid duplication of efforts*
 - *Adopting a sequenced or phased approach*
 - *Developing common methodology (including modeling) to ensure consistency and comparability*

- ◆ The PMR Secretariat **seeks the PA's endorsement to allocate US\$5million for FY15 from existing trust fund** to provide complementary support for policy analysis

- ◆ The funding will be used to support:
 - **Country-level analytical work**
 - **Development of common methodology and framework**
 - **International and national technical meetings and workshops**
 - **World Bank staff time**

- ◆ The PMR Secretariat will **regularly update PA on the status of work**

Thank You

FOR MORE INFORMATION ON THE PARTNERSHIP FOR MARKET READINESS (PMR),
PLEASE CONTACT:

PMR SECRETARIAT

PMRSECRETARIAT@WORLDBANK.ORG

WWW.WBCARBONFINANCE.ORG/PMR